Exhibit 5

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Page 1
                    UNITED STATES DISTRICT COURT
                        DISTRICT OF NEW JERSEY
NATIONAL COLLEGIATE ATHLETIC
 ASSOCIATION, an unincorporated
ASSOCIATION, AN ATIONAL BASKETBALL
ASSOCIATION, a joint venture;
NATIONAL FOOTBALL LEAGUE, an
NATIONAL FOOTBALL LEAGUE, an unincorporated association; NATIONAL HOCKEY LEAGUE, an unincorporated association; and OFFICE OF THE COMMISSIONER OF BASEBALL, an unincorporated association, doing business as Major League Baseball,
                                                 Case No.
                                                  3:12-cv-04947-MAS-
                             Plaintiffs.
CHRISTOPHER J. CHRISTIE, Governor of the State of New Jersey; DAVID
L. REBUCK, Director of the New
Jersey Division of Gaming
Enforcement and Assistant Attorney
General of the State of New
Jersey; and FRANK ZANZUCCKI,
Executive Director of the New
Jersey Racing Commission,
                             Defendants.
VIDEOTAPED DEPOSITION OF: ALLAN H. SELIG
        TAKEN AT: MAJOR LEAGUE BASEBALL HEADQUARTERS
    LOCATED AT: 777 East Wisconsin Avenue, Suite 3060
                         Milwaukee, Wisconsin
                       November 9, 2012
11:30 a.m. to 2:13 p.m.
            REPORTED BY: VICKY L. ST. GEORGE, RMR.
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Page 3
                     TRANSCRIPT OF PROCEEDINGS
 2
                     THE VIDEO OPERATOR: Good morning, My
 3
          name is Cesar Ríos of Veritext. The date today is
          November 9th, 2012. The time is approximately 11:43
          a.m. The deposition is being held in the office of
          the Commissioner of Major League Baseball located at
          777 East Wisconsin Avenue, Milwaukee, Wisconsin
 8
          53202.
 9
                    The caption of this case is NCAA, et al.,
10
          versus Christopher Christie, et al., in the United
11
          States District Court, District of New Jersey. And
          the name of the witness is Allan Selig.
13
                    At this time the attorneys will identify
14
          themselves and the parties they represent after
15
          which the court reporter, Vicky St. George of
16
          Veritext, will swear the witness, and we can
17
18
                    MR. MISHKIN: For the plaintiffs Jeffrey
19
          Mishkin, Skadden, Arps, Slate, Meagher and Flom.
20
                    MS. LENT: Karen Lent, Skadden Arps for
21
          the plaintiffs.
2.2
                    MR. OSTERTAG: Thomas Ostertag, Major
23
          League Baseball, for the plaintiffs.
24
                    MR. WEGNER: Bill Wegner of Gibson, Dunn
25
          and Crutcher for the defendants.
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APPEARANCES
       SKADDEN, ARPS, SLATE, MEAGHER & FLOM, LLP, by
 2
      MR. JEFFREY A. MISHKIN
MS. KAREN LENT
  3
      Four Times Square
New York, New York 10036
(212) 735-2510
  5
       jeffrey.mishkin@skadden.com
       karen.lent@skadden.com
      Appeared on behalf of the Plaintiffs.
       GIBSON DUNN & CRUTCHER, LLP, by
      MR. WILLIAM E. WEGNER
MR. MATTHEW A. HOFFMAN
MR. TIMOTHY W. LOOSE
 8
      333 South Grand Avenue
Los Angeles, California 90071-3197
(213) 229-7000
10
11
       wwegner@gibsondunn.com
      mhoffman@gibsondunn.com
      tloose@gibsondunn.com
Appeared on behalf of the Defendants.
12
13
      ALSO PRESENT: THOMAS OSTERTAG, General Counsel for Major
14
       League Baseball; CESAR RIOS, videographer, Veritext.
15
16
                                  INDEX
17
      EXAMINATION BY:
                                                                     PAGE
18
      MR. WEGNER
                                                                        4
19
20
                              REOHESTS
21
                             (No requests made.)
22
23
      (Original transcript was delivered to Attorney Wegner.)
24
25
```

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Page 4
                     MR. HOFFMAN: Matt Hoffman from Gibson
          Dunn and Crutcher for the defendants.
                     MR. LOOSE: Timothy Loose from Gibson Dunn
          and Crutcher also for the defendants.
 5
                    ALLAN H. SELIG called as a witness
 6
          herein, after having been first duly sworn on oath,
 7
           was examined and testified as follows:
                            EXAMINATION
 9
     BY MR. WEGNER:
10
          Good morning, Commissioner.
11
          Good morning.
12
          Would you please state your full name for the record?
13
          Allan H. Selig.
14
     ο.
          Have you been deposed before?
15
          Many times.
16
          Also, is it okay with you if I refer to you as
17
          Commissioner throughout the day?
18
          It certainly is.
     Α.
19
          Okay. On these depositions that you've had before,
20
          have any of them been in connection with the MLB's
21
          anti-gambling policies?
22
     Α.
          Have you testified in court?
24
          In other matters, yes.
25
          So have any of those testimonies involved enforcing
```

Page 5 MLB's anti-gambling policies? 2 Α. How about arbitration proceedings, same question? Α. 5 ο. Commissioner, did you speak with anyone about today's MR. MISHKIN: Other than counsel 8 BY MR. WEGNER: ο. Other than counsel. 10 Α. No. 11 Have you spoken with any of the commissioners of the 12 other leagues? 13 On other subjects but never on this. 14 Commissioner, because we need to have a record in 15 this case, would you mind giving us a brief 16 description of your history with Major League 17 It's a rather lengthy one. I really started in 1964, 18 '65. The braves left for Atlanta, and I became the 19 20 head of a group to bring baseball back here. It was 21 the first time I was in court as a matter of fact. 22 But anyway, in 1970 we bought the Seattle 23 Pilots and brought them to Milwaukee. I was the 24 president of the Brewers and its major stockholder 25 from 1970 to actually into 2002. But I became

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1
          anti-gambling policies?
 2
     Α.
     ο.
          Maybe I can be more specific. Commissioner.
 4
          Well, I don't know that I -- you know, we certainly
          have always had an anti-gambling policy. We've had
          one since 1921. I mean I could take you through
          chapter and verse of things that have been done by my
          predecessors as well as myself. There is no question
          about it
10
                    After all, this sport almost died in 1919
11
          as a result of the Black Sox scandal, and Kenesaw
12
          Mountain Landis, this office was created because of
13
          gambling and the Black Sox. And if you really study
14
          the history of the sport, you understand that as
15
          tough as Landis was, and he was tough, remarkably
16
          tough, it was really Babe Ruth that saved baseball.
17
          It was that bad. Baseball was dying as a result.
1.8
                    And so as you study the history, whether
19
          it was Bill Cox in Philadelphia who was suspended.
20
          Leo Derosier who got suspended in 1947 I think it was
21
          because associating with gamblers, you go up the line
          to the Pete Rose situation, you understand that I
23
          said my job was to protect the integrity of the
24
          sport. And that's every manifestation of that
25
          because I've often said to people, especially during
```

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Page 7

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Page 6
          chairman of the executive council, and Fav Vincent
 2
          resigned in September of 1992, became the
 3
          Commissioner in -- on July 8th or 9th of 1998. So
          I've been in this position for actually the past 20
 5
          plus vears.
 6
     ο.
          Commissioner, what are your responsibilities as the
          Commissioner of Major League Baseball?
          Well, they're varied and hard I think to articulate
 8
 9
          the specific manner. But overall I would say
10
          obviously is to run the sport, particularly the
11
          central offices of the sport and central revenues.
12
          But I would guard this job, the most important part
          of this job, clearly, is to protect the integrity of
13
14
          the sport.
15
                    And I'm a great student of history. I
16
          wanted to be a history professor, so I will review,
17
          as Mr. Ostertag and the clubs know, talk about this
18
          at meetings all the time, the retrospect of history.
19
          and the longer you're in this business and certainly
20
          the longer you're in a position like this and you
21
          understand that the integrity of the sport is a thing
22
          that is something that is sacred to the sport and one
23
          that you must on a daily, hourly basis protect.
24
    Q.
         Commissioner, could you talk about your specific
25
          duties with Major League Baseball concerning its
```

```
Page 8
 1
          the Rose situation, one of my predecessors, Bart
 2
          Giamatti who happened to be one of my best friends in
          the world. If there is a scintilla of doubt from one
 3
 4
          of these millions of people who goes to games in
 5
          Milwaukee or Pittsburgh or St. Louis or New York or
          LA, 75 million plus I'm happy to say this year, we
          have no sport left. So integrity becomes the
          overriding concern of every Commissioner.
                    I know you're going to talk to the other
1.0
          three who are friends of mine but understand the same
11
          thing. You can't be strict enough, and you can't be
12
          -- serious incentive to understand that if heaven
13
          forbid there is any situation that there is the
          slightest equivocation on a game, you have no sport
15
          left. And we don't have any Babe Ruths left here to
16
          save it.
17
                    And so when it comes to gambling, I say
18
          this not facetiously, you may think I'm going to but
          I'm not, we can't afford to create any Arnold
20
          Rothsteins. We can't afford to do that because there
21
          would be no sport.
22
          Commissioner, you mentioned the 1919 Black Sox
          scandal. Has there been a game-fixing scandal in
23
24
          Major League Baseball since then?
25
          No, not to my knowledge because we've had such a
```

```
Page 9
 1
          tough policy. Leo Derosier, sitting in I think it
 2
          was Havana, Cuba if my memory -- meant to look it up
          last night. But Leo Derosier always fascinated me,
 4
          for all the wrong reasons I may add, sitting with
 5
          gamblers, sitting with them.
                    Now, Happy Chandler said, you know, he was
          worried he was consorting with them. And maybe he
          was. I don't know. We would have to bring Happy
 9
          back to make that judgment. But that's how strict
10
          our policy has been. You don't equiv -- I said
11
          before, very carefully, you don't equivocate. So if
12
          one as a history buff, someone teaching courses in
13
          history now, if you don't learn from what's
14
          happening, well, then that's your fault.
15
          Commissioner, in 1919 when the Black Sox scandal
16
          occurred, sports wagering was not legal in the United
17
          States, correct?
18
         I guess that's right, yeah.
19
    ο.
         In fact, sports --
20
         But frankly, that's -- I mean I would have to say to
21
          you that's a so what. Let me try to, if I may, just
22
          to get back because I know we're going to talk
23
          about -- maybe I can shorten everybody's day.
24
                   I often refer in many speeches on a daily,
25
         weekly basis, everybody has heard, every writer who
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1
          why while I'm the Commissioner we would never put a
 2
          team in Las Vegas. Don't even want to be close to
 4
     ο.
          Commissioner, so I'm clear, I'm not talking about
 5
          legal gambling in --
     Α.
          Talking about illegal.
          I'm talking about illegal throughout the United
 9
          That's fine. But it's -- gambling is so sensitive.
     Α.
10
          we do every -- we have a Department of Investigation.
11
          We watch everybody very carefully. We created a
12
          Department of Investigation from my friend Senator
13
          George Mitchell back during the whole steroid
14
          situation. But we were very cautious. And we had
15
          people long before that in the last 70, 80, 100 years
16
          that are watching. But yeah, a lot of things going
17
          on illegally. But yes, I do understand that.
18
          Has Major League Baseball done anything to try to
19
          deter or eliminate illegal gambling in the United
20
21
                    MR. MISHKIN: Object to the form of the
22
          question. All illegal gambling?
23
                    MR. WEGNER: Yes.
24
                    MR. MISHKIN: On sports or on --
25
                    MR. WEGNER: Let me rephrase the question.
```

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Page 10
          covers me, I start out by saying, and maybe it's the
 2
          professor in me that I wanted to be, but that
          baseball is a social institution. I believe that. I
 4
          also believe it's a quasi-public institution. But
          it's a social institution with really important
 6
          social responsibility.
                    Now, we're like everybody else in life,
          you know, we have our ups and downs. But we try to
          always do because we are a social institution. And I
10
          don't know how much more candidly I can say it.
11
          Gambling doesn't fit into a social institution.
12
          especially one that's a quasi-public institution in
13
          which people count on the integrity of the sport.
         Commissioner, are you aware that there is a
14
    Ο.
15
          multi-million dollar -- I'm sorry, multi-billion
16
          dollar illegal gaming industry in the United States?
17
                   MR. MISHKIN: Object to the form of the
18
          question. I think it lacks a foundation, but you
19
          can answer the question.
20
                    THE WITNESS: I know that gambling in Las
21
          Vegas and other places is huge, yes. I'm aware of
22
          it.
23
    BY MR. WEGNER:
         But I mean I'm not --
25
         By the way, if -- as long as you bring it up, that's
```

```
Page 12
          Has Major League Baseball done anything that you're
          aware of to deter illegal sports wagering in the
 3
          United States?
          Only with our own people.
 5
     Α.
 6
     Q.
          And then --
          Only with our own people.
     0.
          And what is that, sir?
 9
          Well, I often tell a story that my first time I
10
          walked in a Major League Clubhouse was in May of
11
          1958. Just a kid in those days. And we kept people
12
          out of clubhouses, you had to have -- we still do,
13
          very careful who we keep out. And the first thing I
1.4
          saw was a big sign up on the board signed by Ford C.
15
          Frick, then Commissioner of Baseball. Talked about
16
          illegal gambling. And I remember carefully reading
17
          it and talking to people.
18
                    So everybody that comes into baseball
19
          understands the threat of gambling right from day
20
          one, there is no excuse. Every clubhouse has this,
21
          everybody talks about it. And so all I can say, I
22
          mean I can't -- I don't know what society has done.
23
          After all, I have enough trouble running baseball. I
24
          haven't been elected to do anything else yet. But we
25
          do everything we can to make sure people understand
```

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Page 13 the evil of gambling. 2 Commissioner, you're aware that sports wagering is 3 legal in Canada? 4 MR. MISHKIN: Object to the form of the 5 question. 6 THE WITNESS: That I -- I'm not familiar with the Canadian laws, so I can't really comment on that. 9 BY MR. WEGNER: 10 So you're not aware that sports wagering is legal in 1.1 12 I'm not sure that I am. I may be, but I haven't paid 13 any attention to it. But I am aware of what the Blue 14 Jays do and what the Expos did when they were there. 15 And what is that, sir? 16 Same thing that we do everywhere. You teach people Α. 17 from the day they set foot and they start their 18 career that gambling is, above all, the most serious 19 thing that can confront baseball. 20 ο. Whether illegal or legal? 21 Α. Either wav. 22 Ο. Has Major League Baseball done anything when there 23 were teams in Canada, did Major League Baseball do 24 anything to eliminate legalized gambling in Canada? 25 Α. I don't think that's in our domain or purview.

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Other than I would like to talk about your foundation 2 and the evidence that you have to support the declaration. But certainly I'm not going to quibble 4 with your competency, Commissioner. 5 MR. MISHKIN: Object to the form of that statement. MR. WEGNER: You're not arguing that he's 8 MR. MISHKIN: No. I'm not. 1.0 BY MR. WEGNER 11 Commissioner, if you -- let me ask you this, sir. 12 Did anyone present you with any documents to support 13 this declaration --14 Well, they didn't have to. I've lived -- this has 15 been my career the last 50 years. As I told you, I 16 think I'm probably as well as anybody now left on the 17 face of the earth, maybe with the exception of our 18 historian, I've gone back, I've studied all these 19 issues, not just now but I have no -- there isn't 20 anything in here that I haven't lived. So I'm not 21 sure I need too many people to explain things to me. 22 Let's go through it then because I'd like to walk 23 through your declaration, sir, and talk about some of 24 the statements that you make in your declaration. If 25 I could direct your attention to paragraph 5 on page

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```
ο.
          So that's a no?
         Commissioner, I'd like to show you previously marked
 3
 4
          MLB exhibits here, are sequential in -- sequential in
          number. And of course we took a deposition,
          deposition of your general counsel recently. So this
 6
 7
          is a previously marked exhibit. Number 13.
                    Commissioner, do you need a minute to look
 9
          at your declaration?
10
     Α.
          No, I've looked through it.
11
     ο.
          When was the last time you saw that document?
12
     Α.
          It's on my desk. I can take you back there and show
13
14
          Did vou draft it vourself?
     ο.
15
          No, I wouldn't say I drafted it, but there isn't
16
          anything here I disagree with.
17
     0.
         All right.
18
          On the contrary. Ouite confident, very well done.
19
     ο.
          Other than --
20
          The only person -- the only thing that you may want
     Α.
21
          to quibble with, I'm over 18, that we can't;
2.2
          competent to make this declaration. There may be
23
          some people that want to quarrel about that.
24
         Well, I'm not going to quarrel with that.
     Q.
2.5
     Α.
          Thank you.
```

```
Page 16
          2.
 2
     Α.
 3
          There, Commissioner, you say that your most important
 4
          responsibility is working to maintain the integrity
 5
          of MLB and to preserve public confidence in our
 6
          I believe I've said that earlier today.
     Α.
 8
          Yes. What threats are there to the integrity of
 9
          Major League Baseball?
          What --
10
11
          Threats are there to the integrity of Major League
12
          Baseball?
13
          Gambling.
14
          Any other ones?
15
          Well, there could be other things. I mean when we
16
          had the steroid business, I was greatly concerned
17
          about that. But we did what we had to do with the
18
          help of Senator Mitchell and others. And I was very
19
          proud of the fact that sport got cleaned up quickly.
20
                    Different case, however, because gambling
21
          on a sport, on any sport but on this sport is what
2.2
          you want to talk to me about, is I think the
23
          deadliest of all things that can happen. It's evil.
24
          it creates doubt and destroys your sport. So it's
25
          different from all the other things that you have.
```

Page 17 So are there other things that could 2 create some -- hasn't, and I'm happy to say that, but 3 gambling always does. There can be no doubt about the effect of gambling, none. 5 ο. Commissioner, then, so I've got two then. Gambling 6 in terms of threats to Major League Baseball, gambling and performance enhancing drugs, may I call 8 it that? 9 No -- yeah. Let me just explain the steroid or 10 performance enhancing drugs. The only thing one can 11 say is well, the playing field wasn't level because 12 some people used them and some people didn't. Now, 13 there are a lot of people that disagree with that, 14 but I'm very sensitive on this subject. Could it 15 create the same kind of threat of gambling, not even 16 close. Not even close. Why is that, sir? 17 Q. If a -- if you're going to a game today and somehow 18 19 there has been comments somewhere in the paper or 20 some story is breaking that players have been 21 gambling on the outcome of that game, on the outcome 22 of the game, that's a stain, as Bart Giamatti said in 23 the Pete Rose situation, that can't be removed. 24 Steroids -- all sports have performance 25 enhancing things and other things, but that's why you

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Page 19
          put in place after the 1919 scandal?
 2
          So would you say that the policies of MLB from 1919
          to the present have been successful in preventing
          So far. So far. But remember I said you have to
           watch this on a daily basis, on an hourly basis. The
          fact that we protected it now, but if something in
 q
          the near future happened, all that would be in
10
11
          Commissioner, could you please now look at paragraph
     ο.
12
13
     A.
14
          Of Exhibit 13 which is your declaration.
     ο.
15
     Α.
16
          I'd like to ask you if you would focus on the first
17
          sentence of paragraph 6 in which it states that the
18
          spread of sports betting, including the introduction
19
          of sports betting in New Jersey, would threaten to
20
          damage irreparably the integrity of and public
21
          confidence in Major League Baseball.
22
23
          What is your basis for that statement, sir?
24
          My thoughts on gambling, my thoughts on how important
25
          it is as a social institution to make sure that we
```

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Page 18
 1
          clean them up, you recognize it, you understand that
          that's your job. But we don't know who did it, we
 3
          don't know how, there is no attempt to throw a game
          or no attempt to do something to a game. So I'm kind
          in the answer to say that the only thing that could
          create some doubt, fortunately we haven't had any,
 6
          there is nothing on a par with gambling. And I
          believe that. I believe that from the first day I
 q
          walked in this business.
                    And I guess I would have to say to you
10
11
          candidly I don't understand how this is even a
12
          question. I don't even understand how anybody who
          understands sports what it means to people; and then
14
          people who gamble on a game who are participants in
15
          that game, whether they're participating in that game
16
          or gambling on another game and talking to other
17
          people, it's the end of your sport. How would you
18
          defend that? And who would believe the next time it
19
          isn't happening again and again and again? That's
20
          what happened in 1919.
21
          Commissioner, would you say that from 1919 to the
22
          present that MLB has been successful in building the
23
          integrity of the sport?
24
         No question.
     A.
25
          And is that in part because of the policies that MLB
```

```
Page 20
          maintain integrity at all parts, and the idea that we
          make -- we create mechanisms, we create mechanisms
 2
          that increase gambling, increase producing maybe
 4
          another Arnold Rothstein are to me not only
 5
          inexcusable but I'm -- I say this not disrespectfully
          because I really don't mean it that way, I'm offended
 7
          by that. I know, and I'm probably going to go on
          more than I want to here, I know states need money.
          I really mean that. I understand all the problems.
10
          Federal government needs money, going over a cliff,
1.1
          cities need money. Chris Christie needs money.
                    But gambling is so -- the threat of
13
          gambling and to create more threat is to me -- I'm
14
          stunned. When you told me I was going to do this and
15
          all this was going on, my first reaction is -- was
16
          and is, and again, I don't mean to be disrespectful.
17
          I know that people need sources of revenue, but you
18
          can't -- this is corruption in my opinion. You have
19
          one incident as a result of somebody going gambling
20
          on a game, and it spreads its tentacles to, after
21
          all, Philadelphia is close by, New York is close by,
22
          on and on and on. Who knows, could be anyone.
23
                    Why would you do that. Why would you do
24
          that to one of the most really important social
25
          institutions in America. I know the other
```

Page 21 1 commissioners feel their sports are, and they're 2 right, they are. But people live and die with baseball games. It's their life. The more you're in 4 this sport, the more you understand that, how 5 important it is to so many different people. Why 6 would you do this. I'm just -- guess I have to say 7 to you I'm appalled. I'm really appalled. And if anybody doesn't understand it, then 9 it's -- it's beyond belief. After all, you don't 10 have to be a student of American history. But I'll 11 go back to 1919, if somebody -- we should be trying 12 to reduce the risk of this, not increase the risk of 13 14 Commissioner, has MLB conducted any studies to 15 support the notion that the implementation of New 16 Jersey's new gaming law would increase the risk of 17 game fixing in the MLB? 18 I don't know -- no, the answer is we haven't -- we don't have to. Obvious. I mean for all the things 19 20 I've already told you, I wouldn't put a team in Las 21 Vegas just because I don't want our people around 22 that kind of atmosphere. There is a lot of things 23 that we do -- we do a lot of things to avoid this. 24 To have a state create gambling on our games in which 25 the chance, chance, who knows what, of somebody

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for you and me to argue in court, not to ask the 2 witness about. You can ask the witness factual questions and he'll, I know he will give you an answer. MR. WEGNER: So do you have an objection? MR. MISHKIN: Yes, I do. I'm not 7 directing him not to answer the question MR. WEGNER: I think I should rephrase the question because I think it got lost in our 9 10 discussion. 11 BY MR. WEGNER: All of the examples of scandals, if you will, 13 involving gambling that you just mentioned after 1919 14 did not involve game fixing, did it? 15 No. But -- well, we have to take them one by one. 16 In Leo Derosier's case, he was consorting with 17 gamblers according to Happy Chandler and properly so, 18 and we're not going to take any chances on that 19 Doing anything with gambling, consorting with 20 whatever, whether it's gamblers or this type of 21 mechanism, can only do harm and evil to this sport. 22 It can't do any good. The potential for evil is 23 pretty high. 24 Commissioner, is it MLB's position that sports 25 wagering in the United States is a threat to the VERITEXT REPORTING COMPANY

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Page 24

Page 23

```
betting money, and then it spreads to a player or
 2
          two, is so -- is so appalling and so -- again, we go
          back to history. We've protected this.
 4
                    And I guess I would wonder if that
          particular mechanism, the one you're talking about,
 6
          New Jersey, ever led to this. And I believe it
 7
          certainly would increase the chance. I wonder then
          how the Governor and other people, I wonder how they
          would feel then.
10
          Well, Commission --
     Q.
11
     Α.
          You want to get into destroying social and American
12
          institutions, that's fine. If this is that
13
          important, fine. But it isn't important. And we'll
14
          fight it with every fiber of energy we have.
15
     Q.
          I appreciation that, Commissioner. I'm just trying
16
          to get at the bottom of what evidence you have to
17
          support the conclusion that -- I'm going to frame a
1.8
          question about that.
19
          I've already given you Bill Cox, Leo Derosier, Pete
20
          Rose, 1919. We can go on and on and on. I don't
21
          know how many more you want.
22
                    MR. MISHKIN: Mr. Wegner, frame a
23
          question. I have an objection to -- we have a
24
          dispute perhaps, I'm sure we do, as to what
25
          constitutes evidence and what does not. But that's
```

```
integrity of the games in terms of game fixing?
          Well, you're talking about gambling in Las Vegas, is
     Α.
 3
          that what you're talking about?
 4
          I mean gambling, whether it's legal or illegal.
 5
          Look, we can only control what we control. And do I
 6
          think that gambling is helpful to anything, no. But
 7
          I think taking and having more options to gamble,
          creating more options to gamble isn't helpful. And
 9
          in fact, yes, I think that it increases the chance of
10
          some type of tragic, unfortunate incident.
11
          Increases the chance. But again, since 1919, and
12
          we've already acknowledged that there is a huge
13
          illegal gambling market in the United States, there
14
          hasn't been a game-fixing scandal in the MLB since
15
16
                    MR. MISHKIN: The question has been asked
17
          and answered. You can answer it again.
1.8
                    THE WITNESS: Because we have been very
19
          vigilant back starting with Landis and going up
20
          through Happy Chandler and Ford Frick and on to the
21
          present by these incidents I've given you, and Bart
22
          Giamatti with Pete Rose and so on and so forth. But
          it was another -- the Pete Rose situation was
24
          tragic, tragic thing that, as Bart said, that
25
          fateful day that he suspended him was a stain on
```

```
Page 25
          this sport and on that. So yes, we're very, very
          protective.
 3
     BY MR. WEGNER:
          The Pete Rose scandal didn't involve game fixing, did
 5
                    MR. MISHKIN: Again, asked and answered.
          You can answer it again.
                    THE WITNESS: I -- Pete Rose situation was
 8
 9
          a tragic, sorry situation where he gambled. A
10
          manager of a Major League ball club gambling on
11
          games. I'll let you draw your own conclusions. How
12
          good do you think that was for the sport?
13
     BY MR. WEGNER:
14
         Commissioner, I have in my notes that your answer to
15
          the question about the increase in the likelihood of
16
          game fixing as a result of legalizing gambling in New
17
          Jersey is that it represents a threat or a risk or a
18
          chance; is that correct?
19
                    MR. MISHKIN: Object to the form of the
20
          question. Mr. Wegner, really, I think your attempt
21
          to characterize the testimony which is already in
22
          the record and not characterized it precisely in the
23
          words that the Commissioner used is objectionable.
24
          So I object.
25
                    If you can answer the question, he can
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516-608-2400

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Page 27
 1
          your testimony that to your knowledge the MLB has not
 2
          performed, conducted, any empirical studies to
          confirm that the implementation of a New Jersey
          gaming statute would increase the threat of game
 4
 5
          fixing to the MLB?
          With all due respect, after 50 years in this sport,
          sir, I don't have to do an empirical study. I think
          the answer is so obvious that even your Governor
          probably understands that.
10
     ο.
          So that's a no. sir?
11
     Α.
12
    ο.
          All right, Commissioner, let's go, again, with the
13
          same exhibit that you have in front of you, the next
14
          sentence in paragraph 6 on page 2.
15
          Um-hum.
    Α.
16
    ο.
          Please look at the next sentence where it says: The
17
          more pervasive the sports gambling culture and the
18
          more that culture is actively promoted by
19
          governments, the more likely it is that games will be
20
          perceived by the public with increased cynicism.
21
                    Sir, what support do you have for that
22
23
         I think that's absolutely -- the support is my
24
          practical experience all these years, talking to
25
          fans, talking to people, you bet. What positive
```

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Page 26
 3
          answer it. But I object to the way that question
 2
          was asked.
                    THE WITNESS: I think I have answered it
 3
 4
          already. I said to create another gambling
          mechanism is a threat and a serious one in my
          opinion.
 6
     BY MR. WEGNER:
         Other than the threat, do you have any other evidence
          that the implementation of the New Jersey gaming
 q
10
          statute would increase game fixing in the MLB?
11
                    MR. MISHKIN: Objection. Again, his
12
          answer clearly has gone beyond game fixing. You
13
          keep -- you're fixated on game fixing even though
14
          his answer has gone way beyond that. So I object to
15
          the form of your question.
16
                   MR. WEGNER: Okay.
17
                    THE WITNESS: I think I've answered this
18
          question about seven different ways. But the only
19
          thing I will say to you is to create another
20
          mechanism where gambling could become pervasive in
21
         Major League Baseball is something that we can't and
22
          shouldn't tolerate and has potential to do big harm,
23
          you bet.
24
    BY MR. WEGNER:
25
         Okay. Just so we can move on, Commissioner, is it
```

```
Page 28
          relationship could gambling and people participating
 2
          in gambling, what do you -- what positive could that
 3
          be for the sport and its fans. Of course it promotes
          cynicism. Of course it does.
 5
          Commissioner, would you agree with me though that the
          spectatorship in Major League Baseball has increased
          over the last 20 years?
 8
          Oh, dramatically. Very proud of it. You bet.
 9
          And that is in a market where illegal gambling is
10
          pervasive?
11
                    MR. MISHKIN: Object to the form of the
12
          question.
13
                    THE WITNESS: That is what?
14
     BY MR. WEGNER:
15
          In a market, the United States, where illegal gaming
16
          is a reality.
17
          That's irrelevant. That's irrelevant because illegal
18
          gambling, undercover gambling, there isn't anything
19
          we can do about it. We don't know about it. Only
20
          thing we know is to have our Department of
21
          Investigation from spring training on watch people,
22
          watch carefully. Restaurants are sometimes out of
23
          bounds. They watch all of the spots in every Major
24
          League city. We do a lot of work. We have for many,
25
          many years.
```

Page 29 And their -- but to then now create 1 2 another entity, legal, as it may be, to promote 3 gambling on our sport? I want to repeat what I said 4 to you earlier, and I only have 50 years of 5 experience in this sport, would be -- it does increase cynicism. And it's -- well, I'm appalled you guys are even here. I have to tell you that 8 That's how -- that's how having been raised by people 9 in this sport about gambling is for a state to come 10 in and do this is -- I'm sorry. I find this just 11 absolutely startling. 12 Commissioner, you stated that a moment ago, and 13 Counsel will correct me if I get this wrong, that you 14 don't see how there could be any possible benefit to 15 baseball from gambling, correct? Yeah, that's true. 16 Α. 17 Would you agree with me that there is a possibility 18 there is an increased interest in baseball as a 19 result of gambling? 20 I don't believe that, not in our sport, no. no. 21 would hope not. No. No. I don't feel that way. 22 Number one, you know, we don't have lines, and we 23 don't do other things. We -- we're very, very 24 cautious. No, I don't believe -- if gambling 25 disappeared today, we'll draw more than 75 million

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help us draw, doesn't help us -- but anything, I
 1
 2
          meant what I said before, that affects an
 3
          institution's integrity or even the thought of that
 4
          integrity being challenged is deadly.
 5
                    I would say to you, and I would say to the
          people there, if you want to believe it, you ought to
          go back and read -- I had a historian, Jerome
          Holtzman, who passed away, famed baseball writer from
 9
          -- Hall of Fame writer who was my historian for
10
          years. And I had him go back and restudy the
          Shoeless Joe Jackson, Buck Weaver, all -- I spent
12
          hours. He was extraordinary. And the more you read
13
          it, the more painful it is, even for me.
14
                    And the God forbid that you would always
15
          have as a team owner is that a player -- you got a
16
          call from the Commissioner's Office or a player
17
          walked into your office, said look, you know, I met
1.8
          this guy, Rothstein, keep bringing up his name, and,
19
          why, your world just collapsed. Your world just
20
          collapsed. So why would a sport that's such an
21
          important part of society, why would you even allow
22
          the threat of that.
23
                    You can sit here all day and say well,
24
          you're not 100 percent sure. Of course not. But
25
          you've increased the risk. Who wants to be part of
```

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Page 30
          people next year, and we'll hit my goal of 80 million
          if all gambling disappears tomorrow morning at 10:00.
 3
     Ο.
         And what basis do you have for making that statement?
 4
          Because I don't think -- because I know our fans, I
          know the sport, I know how families come to games.
          And there is, in my judgment, gambling plays no role
 6
          at all. Now, maybe the next guy with 50 years of
          experience will have a different conclusion. I don't
 9
          think so.
10
          Commissioner, has Major League Baseball conducted any
11
          focus groups or surveys to determine what the
12
          public's perception of baseball is with or without
13
          gambling in the United States?
14
     Α.
          Look, I know how people feel about the gambling
15
          situation. People know that gambling is deadly. I
16
          don't have to conduct focus groups. I mean I know
17
          how the Pete Rose affected things and so on and so.
18
          Believe me, that's -- I've walked ball parks since
19
          the time I was a kid. I think I know exactly how
20
          people are.
21
                    There isn't any fan anywhere who would say
22
          boy, I wish we could gamble on this game. Maybe we
23
          can get Ryan Braun. He's a Milwaukee left fielder.
          My God, maybe -- are you kidding? Where would
24
25
          gambling possibly help us? Nowhere, Zero, Doesn't
```

```
Page 32
          increasing the risk.
 2
          Commissioner, just so I can move on, we're clear, so
 3
          the -- Major League Baseball has conducted no
 4
          consumer surveys or focus groups to determine whether
 5
          the implementation of New Jersey's gaming statute
          would increase a negative perception by the public of
          professional baseball?
                    MR. MISHKIN: It's been asked and
 9
          answered. And for whatever it's worth, Mr. Wegner,
10
          we've been asked to produce any such studies. We
11
          have not produced them because they don't exist.
          You can continue to ask the witness the same
13
          question if you'd like, but I think we both know
14
          that those studies, if they had been done, would
15
          have been produced. We don't have them.
16
                    But again, with the objection that the
17
          question has been asked and answered, and
          Commissioner, if you still have -- surprisingly have
18
19
          the question in mind, you can answer it again.
    BY MR. WEGNER:
20
21
          Would you like to have it read back, Commissioner?
22
          No, I don't think I have to. I mean I just happened
23
          to think here, and my friend Commissioner Goodell,
24
          this is going to be in his domain, but I remember in
2.5
          1962 here when Horning and Karras, Alex Karras who
```

Page 33 1 just died, and Paul Horning who was the golden boy of 2 the Green Bay Packers, were suspended for gambling. Why, there was a shockwave. Vince Lombardi has said over and over, it was the loneliest, saddest day of 5 his life. Gambling on sports in a state which set up legal gambling, people are asking me why would you feel this way? The only people that could ask me that are people who haven't been involved in sports or aren't sports fans, with all due respect. 10 Commissioner, are you aware that Las Vegas legalized 1.1 sports gambling in 1951? 12 Yeah, sure am. 13 And that business expanded into the casinos because 14 of change in federal law in 1974? 15 Α. 16 ο. Have there been any gambling scandals involving Major 17 League Baseball since 1974? No. But there is no team in Las Vegas either for 18 19 that reason. 20 I didn't limit my question to teams in Las Vegas. Q. 21 What happens in Las Vegas is at that time. But I 22 remember, and I'll be very candid, we played an 23 exhibition game, a couple of them in 1984 I think. 24 '83 maybe I think. And Commissioner Kuhn had a fit 2.5 about it, called me. And he and I happened to be

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Yeah, it is irrelevant because we watch, what happens 2 in Las Vegas, is, you know, whether I approve that or not, and I really don't -- I really don't disapprove. That's their business. But it is not consistent with 5 an American sport that is a quasi-public institution. Has Major League Baseball considered having a franchise in Las Vegas? Α. 9 Never? ٥. 10 Oh, I think -- I think that people talked about it. But as I said, as long as î'm Commissioner, there 12 will be no franchise in Vegas. We won't even 13 consider it. 14 ٥. So you have never considered --15 No. And by the way, since I've been doing this 16 since -- for a long time and before that, no. that 17 was never any really serious consideration a 18 franchise in Vegas, at all. At least I can't 19 remember since 1970. Now, maybe somebody did it in 20 21 Ο. Commissioner, let's take a look, again, at the 22 exhibit that's in front of you, Exhibit 13. On page 23 3 let's look at paragraph 6 again. 24 What paragraph? 25 MR. MISHKIN: Over --

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Page 34
 1
          very close. And he was right. And I said I promise
 2
          you Bowie, we'll never come back there again, and we
 3
          didn't. But okay, if that's a culture, fine. But it
 4
          is not a culture consistent with a sport that depends
 5
          on 100 percent integrity.
 6
                    So, you know, people would ask why isn't
          there a team in Las Vegas, because baseball is too
          concerned with integrity -- not too concerned, but
 q
          always consumed by it. And I wouldn't place our
10
          players in that kind of atmosphere. So what that
11
          culture has done is fine. Doesn't make it right, and
12
          it certainly doesn't -- it's not where a social
13
          institution that's a quasi-public institution should
14
15
          Commissioner, since 1974 though isn't it true that
16
          there have been no gambling-related scandals with
17
          Major League Baseball that resulted from legalized
18
          gambling in Las Vegas?
19
          That's -- but that's quite irrelevant.
    Α.
20
          Well, can we just start with an answer to my
21
          question? Has there been one?
22
         Fortunately no, because of our attitude and all the
23
          things that we've done.
24
          And that's why you say it's irrelevant that there
    ο.
25
          hasn't been one?
```

```
Page 36
                    THE WITNESS: 6.
                    MR. MISHKIN: You're fine.
     BY MR. WEGNER:
 4
          In your declaration at that point, Commissioner, you
 5
          state: Specifically plays, coaching decisions and
          umpiring calls would be questioned by fans who
          suspect that the fix is in. If fans suspect that
          plays, decisions and umpiring are in any way
          influenced by sports gambling, they will more likely
10
          disengage from what they perceive to be a tainted
11
          sport rather than continue to invest their energy in
13
                    Other than what you've testified to so
14
15
    Α.
          Yeah.
16
          -- Mr. Commissioner, do you have any other evidence
17
          to support that statement?
18
          I have all the evidence I need. î know how people
19
          feel about gambling. I know how sports fans feel. I
20
          know how they feel, the players. I said î have --
21
          I've walked every Major League park in most every
22
          park in America. I know how they feel. And there is
23
          no good, I'll say it again, that creating more
24
          opportunities for people to gamble on baseball.
          And that's your opinion, sir?
```

```
Page 37
                    MR. MISHKIN: Object.
 2
                    THE WITNESS: I think it's more than an
 3
          opinion. I think it's an expert opinion based on 50
          vears of experience.
 5
     BY MR. WEGNER:
 6
          So do you plan to testify in this case as an expert?
                    MR. MISHKIN: Objection, objection.
 8
          That's a question for counsel, not for the witness.
 9
                    MR. WEGNER: Well, I don't want to
10
          inconvenience the Commissioner by having to take his
11
          deposition again. If he's going to be testifying as
12
          an expert, I should know this now so we can --
13
                    MR. MISHKIN: Mr. Wegner, I think you know
14
          our position with all of this testimony. Every one
15
          of these depositions is irrelevant, unnecessary.
16
          The case will be decided without any further factual
17
          development necessary. The Commissioner is here as
18
          the Commissioner of Baseball. I think in that
19
          capacity, you should ask whatever questions you
20
21
                   MR. WEGNER: As you know, Counsel, there
22
          is a difference between the line of questioning that
23
          I would engage in based upon the Commissioner's
24
          personal perception as opposed to his rendering an
25
          expert opinion, which would have to be qualified
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Page 39
     BY MR, WEGNER:
 2
     Q.
          Commissioner, let me ask you this then. Other than
          the testimony that you've provided so far, okay,
 4
          which is based upon your experience.
 5
     Α.
     ο.
          And your opinion.
     Δ
          IIm-hum
 9
     Α.
          Yes.
1.0
     ο.
          Do you have any other evidence that would support the
11
          allegations in your declaration concerning the
12
          adverse impact the implementation of the New Jersey
1.3
          gambling law would have on Major League Baseball?
14
                    MR. MISHKIN: It's been asked and answered
15
          repeatedly. Go ahead.
16
                    THE WITNESS: As I said, and I'll say it
17
          again, I have 50 years of experience in this sport.
18
          And I have been through a lot with many issues. And
19
          on this subject I feel quite confident of my
20
21
     BY MR. WEGNER:
22
         But you've articulated for us today so far in your
23
          deposition all of the bases of that opinion, correct?
24
                    MR. MISHKIN: Objection, argumentative.
25
          You can answer the question, Commissioner.
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Page 38
 1
          under Daubert, and I want to know at least as of
 2
           today --
 3
                    MR. MISHKIN: No. that's wrong.
                    MR. WEGNER: -- is he testifying as an
          expert or as a --
 6
                    MR. MISHKIN: He's testifying as the
          Commissioner of Baseball. And whatever weight that
          gives to his testimony, it gives. He's not here
 9
          under any other title or any other capacity except
10
          as the Commissioner of Baseball.
1.1
                    MR. WEGNER: Okav.
12
                    MR. MISHKIN: And a witness that you've
13
          called.
14
                    MR. WEGNER: So when you say his capacity,
15
          I can proceed today with the expectation that he is
16
          not an expert qualified under Daubert?
17
                    MR. MISHKIN: Absolutely not. You can
18
          proceed to question the Commissioner of Major League
19
          Baseball. Whatever weight as with any witness,
20
          because lay witnesses can give expert opinions
21
          wholly apart from Daubert. So whatever weight the
2.2
          factfinder chooses to give this testimony because
23
          he's Commissioner, because of his experience, the
24
          factfinder will give. You are -- this is your
2.5
          witness. Proceed as you choose.
```

```
Page 40
                    THE WITNESS: I think I've articulated my
          position as clearly as I can.
 3
     BY MR. WEGNER:
 4
          As completely as you can?
 5
          I think so, yeah.
 6
          Let's take a look at paragraph 7 of your declaration
          on page 3. You state that beyond increased suspicion
 8
          of underhanded dealing, increased sports gambling
 9
          also makes it more likely that people will actually
10
          attempt to fix games or obtain inside information.
11
                    Is the basis, your basis for that statement
12
          the same as you have testified to so far in your
13
          deposition?
14
          It is, absolutely.
15
          Do you have anything to add to that?
16
          No. Creating another mechanism to create gambling I
17
          think is just -- is not only objectionable but has
18
          the potential to do great evil. I've said that.
19
          Just to be clear about this, and I'll move off this
20
          one, Commissioner, has Major League Baseball
21
          conducted any analysis, never mind studies but
22
          analysis, that there would be a likelihood that more
23
          people will attempt to fix games if gambling is
24
          promoted or authorized in New Jersey?
25
                    MR. MISHKIN: Object to the form of the
```

1.

```
Page 41
          guestion.
 2
                    THE WITNESS: To create more opportunities
 3
          for people to gamble creates more opportunities for
 4
          people to do bad things.
 5
     BY MR. WEGNER:
 6
          So it increases the threat?
          Of course it does.
     Α.
 8
     ο.
          Anything else?
 9
     Α.
10
          Commissioner, the Blue Jays are a Canadian team,
     ο.
11
          correct?
12
          Last time I looked.
    Α.
13
         Is there a greater likelihood that there will be game
14
          fixing on Blue Jays games in Canada where sports
15
          wagering is legal than in the United States?
                    MR. MISHKIN: Object to the form of the
16
17
          question only because it's confined in certain ways.
18
          It's not -- many things about sports gambling are
19
          not legal in Canada.
20
                    MR. WEGNER: Then the Commissioner can
21
          answer the question.
22
                    THE WITNESS: I don't know that. The only
23
          thing I know is that my friend, Mr. Paul Beeston who
          is the president of the Blue Jays, has the same
24
25
          feelings about gambling and baseball that I do.
```

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2
           all this effort to make sure that our sport is -- has
           great integrity, has never, as I said earlier, there
           is never a scintilla of doubt about its outcome.
          There is no question that that's accurate, no
           question.
 7
          Commissioner, you just said that if players were
 8
          betting on the games.
 9
     Α.
          Somebody got to the players obviously. I hate to
10
          bring up Arnold Rothstein again, but you keep giving
11
          me that opportunity. So you create a mechanism,
12
          people are gambling on a sport, and ultimately, as
13
          happened, has happened in another sport, created
14
          another mechanism in which a gambler then gets to a
15
          player.
16
          Commissioner, if the New Jersey statute is
17
          implemented, that's not going to change MLB's rules
1.8
          against gambling, is it?
19
     Α.
          No. no.
20
          So those rules would remain in place?
     ο.
21
          That's correct.
22
         And they have been effective in deterring game fixing
23
          since 1919?
24
          So you would tell me that you could justify a state
25
          going to gambling on sporting events with potential
```

players were gambling on their team? I mean we spend

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Page 42
          Concern, limit as much as you can of the
          opportunity, and just as sensitive about everything
          I've testified today that I do.
     BY MR. WEGNER:
     ο.
          Commissioner, let's take a look at paragraph 8.
     Α.
     ο.
          Of your declaration.
 8
          Yeah.
     Α.
 9
          And there you state, sir, that another likely result
     ο.
10
          of sports gambling is that fan loyalty would diminish
          as many fans would focus less on their allegiance to
11
12
          certain teams, players or cities and instead focus
13
          more on the outcome of individual bets.
14
                    Do you have any evidence to support that
15
          statement other than what you've given to me so far
16
          today?
17
     A. I'm trying here to be thoughtful and not give you a
18
          smart alecky answer, but these questions are -- you
19
          can't be serious. The threat of gambling or the
20
          threat of -- the average sports fan not only
21
          understands it, it would be stunning. Of course they
22
          understand it.
23
                    If I took you to Miller Park today and sat
24
          you down with four people and said gee, what do you
25
          think, would you be offended if you knew Brewer
```

```
to do harm, and that's really a good thing. Is that
 2
           what you're saying to me?
 3
          What I'm trying to say, sir, is there is no evidence
          so far --
 5
     Α.
          -- as to why it is harmful.
     ο.
 7
          Well, you may think so.
                    MR. MISHKIN: I object.
 9
                    THE WITNESS: I violently disagree with
1.0
          vou.
11
     BY MR. WEGNER:
12
          I apologize, Commissioner. It's really not
1.3
          appropriate for me to be answering questions from you
14
          to me because then they're argumentative.
1.5
                    THE WITNESS: Leave it to my attorney.
16
                    MR. MISHKIN: Let's stop the argument, put
17
          a factual question, and I assure you you will get a
18
          factual answer as best as the Commissioner can give
19
          it to you, which I think that as you can see from
20
          his answer, he believes he has done repeatedly
21
          already.
                    THE WITNESS: Maybe 50 times already.
23
     BY MR. WEGNER:
24
         So let's focus on this paragraph we're discussing,
25
          Commissioner, where you say that another likely
```

Page 45 result of sports gambling is that fan lovalty would 2 diminish as many fans would focus less on their 3 allegiance to certain teams, players or cities and instead focus more on the outcome of individual bets. 5 Let me ask you this. Is it your testimony 6 that fans, baseball fans in this country, do not bet on baseball games? I don't know whether they do or they don't. I do 9 know that if they think the integrity of the sport is 10 being impugned, those same people would be offended 11 out of their minds, and our sport would suffer 12 irreparable damage and harm. 13 I think everyone would be offended by that. Ο. 14 Commissioner. My question though is are fans, this 15 is -- this specifically addresses in your declaration 16 a diminution of fan lovalty as a result of the New 17 Jersey statute being --18 I believe so. I believe that that's accurate. 19 On what do you base that belief, sir? Q. 20 I base it on my knowledge of fans and how they think 21 and how offended they are by gambling, 22 ο. So it's your view that gambling can in no way 23 increase fan loyalty? 24 No, I don't think it -- look, we have the most loyal 25 fans in the world, and I don't think gambling plays

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1 If you're telling me today that in New Jersey's lust 2 for cash, they're going to set up a gambling 3 mechanism is helpful to baseball, then that's so 4 farfetched that I don't know what else to sav about 5 it. And I mean that sincerely. That is beyond -- I know people rationalize behavior a lot. I know people rationalize a lot of things they do. But if you're telling me that the Governor really wants to help baseball by doing this, it's so farfetched that 10 I'm -- it's absurd 11 But other than your opinion, Commissioner --MR. MISHKIN: Objection. Mr. Wegner, 12 13 please. 14 MR. WEGNER: Yes. 15 MR. MISHKIN: That's a 16 mischaracterization. It's not just his opinion. 17 He's been very, very clear about what the basis of 18 his testimony is, and you keep saying other than 19 your opinion. That's objectionable. 20 Commissioner, let's be clear about that then. Do you 21 22 have anything other than your opinion that the 23 implementation of the New Jersey gaming statute would 24 be harmful to Major League Baseball other than your 25 opinion?

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```
1
          any role. I believe I've testified to that already.
          None. Zero. If you take all gambling away, 1'll
          repeat this again, we'll draw 75 million people next
          year, and they won't be any less loyal.
          And what is the basis for that assumption, sir?
 6
    Α.
          My own 50 years of experience.
 7
     Q.
          Have you done any actual studies --
         I know why we draw fans, I know how we draw fans, and
    Α
 9
          I see no role of gambling whatsoever.
10
          Commissioner, that's a pretty specific number though.
11
          Have you actually --
12
          75 million is what we drew this year.
    A.
13
    ο.
          Okav.
14
         I'm sorry, there is nothing specific about it. We
    Α.
15
          did it.
16
          But you think you would increase your
    Q.
17
          spectatorship --
    A. I didn't say that. I said it won't affect our
19
          attendance negatively. In fact, I expect we will
2.0
          have a bigger year next year because we have a lot of
21
          things working which is neither here nor there in
2.2
          this discussion.
23
         But that spectatorship and those numbers, it is your
24
          testimony you do not know whether those fans are or
```

```
Page 48
         I think I have history on my side, too, as well as my
          opinion. I have history. I know what we do. I know
 2
 3
          how insidious gambling is. I know how immoral it is.
          I know how unethical it is. And I know from having
 4
 5
          been an owner, a fan first of all, a fan to this day,
 6
          its Commissioner, I know that. There is no good that
          can come from it, only bad and evil. I don't know. I
 8
          can't be any clearer, can I?
 9
          Can you be any more complete? Is that it, or is
10
          there more?
11
12
          All right, Commissioner, let's look at paragraph 12
13
          on page 4 of your declaration.
14
          Geez, almost done with this thing? Holy mackerel.
15
                    MR. MISHKIN: Almost done.
16
                    THE WITNESS: Yes, sir.
17
18
         You state, quote: In 1991, along with other major
19
          sports leagues, MLB was an active and vocal proponent
20
          of PASPA, P A S P A.
21
          Yup.
22
          Lending its strong support to that bill which
23
          ultimately passed the Senate by an 88 to 5 vote.
24
                    Do you know who came up with the idea for
25
          PASPA?
```

are not betting on teams, baseball teams?

25

1 ο.

Page 49 I do not. 2 0. Do you know who drafted the language? 3 I do not. Did Major League Baseball make campaign contributions 5 to PASPA sponsors? 6 I have no idea. I was not the Commissioner in those 8 Then you also probably wouldn't know if Major League 9 Baseball proposed the exemption for Nevada? 10 Actually --11 Do not know, I would not -- you would have to --12 can't go back to Bart Giamatti, he's not with us 13 anymore, so I don't know. 14 Do you have an opinion about why there is an 0. 15 exemption for Nevada in PASPA? 16 I have no idea. Α. 17 All right. 18 MR. WEGNER: If you would like, this is a 19 good place to take a break because we finished with 2.0 your declaration, Commissioner. 21 THE VIDEO OPERATOR: Time is 12:46 p.m. I 22 want to put this on the record, the camera is one 23 hour ahead. It is actually 12:46. 24 (Recess taken.) 25 THE VIDEO OPERATOR: Time is 1:02. We are

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Page 51

Page 50 now back on the record. The camera states the correct time now. BY MR. WEGNER: Commissioner, just to wrap up, and then we'll move on to the complaint which shouldn't take long. Would 6 you find it offensive that fans, baseball fans, bet on Major League Baseball teams in Las Vegas? Look, our fans have to do what they want to do. I 9 think I know the demographics of our fans. I know 10 the type of families that come in. When I ran the 11 Brewers here, I knew every season ticket holder. I 12 used to walk the park, sometimes to bitch and grumble about the way the team was playing, but other than that, just to talk to people, understand why they 14 15 were there, how they were there. 16 So when I said to you earlier that I 17 really have an understanding of our fans, I do. I do that in ball parks I go to. I try to visit most 19 every franchise in the course of a year, and I think 20 I really, I do understand our fans. And so the 21 question you asked me would surprise me. Would I be 22 offended, no. Everybody in life has to do what they 23 want to do. But knowing the demographics of our 24 fans, knowing how families come to games and how they 25 do things, that would surprise me greatly.

```
2
          illegal gambling market. Would you find the fact
          that fans, if they do, are betting on Major League
          Baseball teams in the illegal gambling market, would
 4
 5
          you find that offensive?
          Well, when you say fans, how many, what are we
          talking about. I mean that's -- it's just -- again,
          I'll repeat to you, knowing the demographics of our
          fans, knowing where they come from, knowing sitting
1.0
          here in Milwaukee, Wisconsin, I would be very
11
          surprised. And I meant what I said to you before
12
          very sincerely, gambling could do no good for this
1.3
          sport. It can only do harm and evil.
14
          Would you consider a fan of Major League Baseball
15
          that bets on Major League Baseball games to be a less
          desirable fan that one that doesn't?
16
17
          I don't make those kind of comments. I, you know, if
18
          somebody wants to do something, we all have to live
19
          our lives the way we want to live them.
20
          Let me see if I can be more specific then. Would you
21
          find that a fan that bets on Major League Baseball
22
          games is one that is harming Major League Baseball?
23
         You know how I feel about gambling, so I don't think
24
          I have to go back on that. And I don't believe any
25
          high percentage or even low percentage of our fans
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Okay. My question then is let's talk about the

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Page 52
          gamble on games. But if there are people out there
 2
          that do that, there is nothing I can do about it, and
 3
          there is no way to know that.
 4
                    But I want to repeat again, I know how
 5
          people come to games. I know who comes. We study,
 6
          study patterns. And I -- that statement, that would
          surprise me, and I believe it's in error.
 8
          Well, Commissioner, if there are fans who are betting
 9
          on Major League Baseball games in a legal or an
10
          illegal market, are those fans harming Major League
11
          Baseball?
12
          The threat of gambling harms baseball. I won't say
          those fans are doing -- I don't know that there are
13
14
          any who do that. This is just a hypothetical that
15
          you're raising, frankly, without any -- without any
16
          back up. So I don't know that that's the case. I
17
          just don't know that.
18
          So is that a no?
19
          I -- any gambling that has any relationship with
20
          baseball, there can -- no good can come from that.
21
          That's my answer to that question.
22
          So then to be clear then, is it your testimony that a
23
          fan who gambles on Major League Baseball teams is
24
          harming Major League Baseball?
25
          I stand on the answer that I gave.
```

Page 53 MR. MISHKIN: It's been asked and 2 answered. THE WITNESS: Yeah. I stand on that 4 answer. 5 BY MR. WEGNER: Is that a yes then? Any relationship of gambling --MR. MISHKIN: It's been asked and 9 10 THE WITNESS: -- cannot help baseball but 11 can only hurt. 12 BY MR. WEGNER: 13 So fans gambling on Major League Baseball harms Major 14 League Baseball? 15 MR. MISHKIN: Objection, it's been asked 16 and answered. 17 BY MR. WEGNER: 18 ο. You can answer it. 19 No, I think I've answered it frankly. I think I've 20 answered it quite well as a matter of fact. 21 Commissioner, in the Las Vegas AAA league there is a 22 Las Vegas team the 51s; is that correct? 23 Um-hum, that's correct. 24 Q. And that team is based in Las Vegas? 25 Um-hum, it is.

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Page 55 1 Q. You haven't seen it before? ο. Are you aware that it's the complaint in this action? 4 Well, it says it, so I guess I'm aware of it. As Commissioner of Baseball, did you have to authorize the lawsuit against New Jersey? Talked to our counsel, Mr. Ostertag, who, of course, 8 is here today and --9 Commissioner -- please, proceed. ο. 10 And the answer is yes, I did. 11 You authorized --Q. 12 Through Mr. Ostertag, yes. Very strongly as a matter 13 14 Q. Did vou talk to --15 Without equivocation which isn't often the case with 16 Mr. Ostertag, right, Tom? Okay. 17 Did you talk with anyone else at the other leagues 18 about the decision to sue New Jersey? 19 Α. I have not. 20 Have you talked with anyone else at the other leagues ο. 21 since the suit has been filed against New Jersey? 22 I have talked to them but not about this. Commissioner, could you take a moment and look at 23 24 paragraph 5 on page 3 of Exhibit 3. 25 Α.

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Page 54
     Q. And is it true that occasionally pro players
 2
          recovering from an injury or something will play on
 3
          that minor league team?
 4
          Yeah. I think it was a Dodger farm club. I'm not
     Α.
 5
          sure who it is now. Maybe it is. Dodgers?
 6
     ο.
         Yes. Mets?
         Is it the Mets now? That's right, the Dodgers went
          back down. Yes, I'm sure everybody sends injured
 8
 9
          players to AAA to rehab, yeah.
10
         And there is a AAA team in Las Vegas?
     0.
11
         Yes, there is.
     Α.
12
         Do you have a problem with that?
     A. Not happy about it, but we -- you know, it's tough to
13
14
          find good AAA franchises with ball parks and things.
15
          So I'm not surprised.
16
     Q. Commissioner, let's show you Major League Baseball
17
          exhibit previously marked 3 which is the complaint in
18
          this matter.
19
         Good. Have I seen that?
20
                   MR. MISHKIN: No, you haven't. You can
21
         take one.
22
    BY MR. WEGNER:
23
    Q. Commissioner, have you had a chance to look at that
2.4
         document, Exhibit 3?
         No, I haven't seen this before.
```

```
Page 56
                    (Witness peruses document.)
     A. I've just read it, and I agree with it
          wholeheartedly.
 4
     0.
         And do you have any evidence to support the
 5
          allegations in that complaint other than what you've
          testified to so far today?
          Not other than what I testified to.
          This is going to be easy, Commissioner. Let's go to
          the next paragraph.
1.0
11
          Paragraph 6, take a moment and read that, please.
12
                    (Witness peruses document.)
13
          I agree with that.
14
          Do you have any evidence, other than what you've
15
          testified to today, that supports paragraph 6 in the
16
          complaint, Exhibit 3?
17
          Well, I believe I've already testified to it.
18
          I'm just asking do you have anything else that
19
          supports that allegation?
20
          No, sir. No, sir.
21
          Then we're done with that, sir.
22
                    MR. MISHKIN: We're finished with that
23
          document.
24
                    THE WITNESS: We're done?
25
                    MR. MISHKIN: With that document.
```

Page 57 THE WITNESS: That document. Got all 2 excited. 3 MR. MISHKIN: Not sure whether we're done, 4 but maybe we're close. 5 THE WITNESS: Thank God that we didn't do what we did in the first document, or we would be here until -- well, you might have been here, I 8 would be gone by that point. MR. MISHKIN: Let's see what else we have. 10 BY MR. WEGNER: 11 Commissioner, at one point did Major League Baseball 12 operate the Montreal Expos? 13 We did, ves, sir. 14 ο. When was that, sir? 15 Well, let's see, Montreal got a team in 1969. Now 16 this is -- test my memory. And we kept it there 17 through the '03 or '4 season. 18 And during that time period, Commissioner, was sports 19 gambling lawful in Canada? 20 I said I didn't know the Canadian law, but they were 21 there, yeah. 22 ο. Do you know if legal bets were placed on the MLB's 23 Montreal Expos in Canada any time from 1969 to 2003 24 or '4? 25 Α. I have no idea.

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Page 59 Las Vegas? 2 Well, I have a home, so I'm in Arizona a lot. don't know of any relationship they have with Las Vegas, directly with Las Vegas. 5 Are you aware that they have a link on their website that allows viewers to link up with sportsbooks over the internet? 9 ο. If that is so, do you see that as a problem? 1.0 I would have to look at it, yeah. I would have some concerns about that. But we are not aware of that. 12 But ves, I would have concerns. In fact, we'll do 13 that this afternoon. 14 Commissioner, have you made the statement concerning 15 the Diamondbacks' internet site on its home page that 16 their -- and the fact that it includes a page on 17 sportsbooks, that you found no trouble with that 18 set-up even though the gaming guide appears side by 19 side with the Diamondbacks logo and home page and 20 that you think that there is still enough of a 21 firewall so that it doesn't affect our game or the 22 integrity or the integrity of the game played on the 23 field? 24 Are you --25 MR. MISHKIN: The question is did you --

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Page 58
 1
     Q. Did the Expos have an online casino as a main
 2
          sponsor?
          I don't know that. I don't remember that now. They
 3
 4
          have been gone a long time.
     ο.
          Has the MLB in the past say five, six years,
 6
          reassessed its positions with respect to casinos and
          advertising?
         Yes, we've talked about that. We have, um-hum.
 9
     0
          And what is the MLB's position on that?
10
          Well, we take it one by one as Mr. Ostertag knows,
11
          and we discuss it. We discuss what type of
12
          advertising and how they're going to do it, what
          they're going to do. I understand that clubs need
14
          sponsorships and so on and so forth. We do that.
15
          Is it fair to say that that is a reevaluation of
16
          MLB's prohibitions on associations with gambling?
17
    Α.
    ο.
          Why not?
19
         Because, I know I've testified to this already, it's
    Α.
20
          one thing to have a sponsorship but another thing to
21
          encourage gambling on sports events, on baseball
22
          games, which is a huge difference. And so no. Is
23
          our position on gambling as I have testified now many
24
          times here today changed, no.
         Did the Arizona Diamondbacks have a relationship with
25
    Ο.
```

```
Page 60
          do you recall making that statement?
 2
                    THE WITNESS: No, no. î have no
 3
           recollection of that at all, didn't know about it.
 4
          And I will tell you right now if that thing exists,
 5
          it won't by 3:00 this afternoon. In fact, if you'll
           finish up, I'll get it done by 2:00.
     BY MR. WEGNER:
 8
          Commissioner, have you ever made the statement before
           that the restrictions on gambling and baseball have
 9
10
          to be relaxed because, after all, gambling is legal
11
          everywhere?
     Α.
13
     ο.
          You never made that statement?
14
15
          Do you think gambling is everywhere?
16
                    MR. MISHKIN: Object to the form of the
17
          question.
18
                    THE WITNESS: I'm not -- you know, I'm not
19
          an expert in gambling, so I can't -- that's -- you
20
          know, we can sit here and talk about it all day
21
          long.
22
     BY MR. WEGNER:
23
          Commissioner, does the Major League Baseball host
24
          competitions for fans that award payouts based upon
25
          the outcome of the game?
```

```
Page 61
 1
                    MR. MISHKIN: Object to the form of the
 2
          question.
 3
                    THE WITNESS: Do we what?
 4
     BY MR. WEGNER:
 5
         I'll restate the question. Does Major League
          Baseball host competitions for fans that award
          payouts based on the outcome of the game?
                    MR. MISHKIN: Object to the form of the
 9
          question.
1.0
                    MR. WEGNER: Let me --
11
                    THE WITNESS: I don't know what you're
12
          talking about. You'll have to be more specific.
13
                    MR. WEGNER: All right.
14
     BY MR. WEGNER:
15
         I'll say it again because I'm not sure how you make
16
          it more clear. I'm asking if Major League Baseball,
17
          that's you, hosts, supports, hosts, competitions for
18
          fans that awards payouts based upon the outcome of
19
20
                    MR, MISHKIN: The problem is -- at least
21
          one of the problems is what do you mean the -- which
22
          game?
23
                   MR. WEGNER: A game. Let's change it to a
24
          game.
25
                   MR. MISHKIN: A game.
```

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```
with fantasy, they can do. It's exactly what it is.
 2
          It's fantasy.
 3
     ο.
          Okay. Let's look at Major League Baseball Exhibit 4,
          please. Commissioner, I apologize for the small
          print, that's how it was produced to us.
 6
          It is small, and you know --
          That's the only one we got from you guys.
 8
          That's okay. Yup. MLB.com, yes.
 9
          Commissioner, I'm not going to ask you to read all of
10
          it. If it's agreeable to you, I'll just direct your
11
          attention to some of the places on there. Let's
12
          start that in 2012 Major League Baseball sponsored a
13
          Fantasy Baseball contest, right?
14
    Α.
15
     ο.
          And there was a monetary prize?
          Um-hum.
17
          If you go to -- there is a Bates stamp number on
18
          this, Commissioner. If you go to 4081 after all the
19
          four zeros. It's page 11.
20
                    MR. MISHKIN: 4081. It's at the bottom.
21
          Here is the number. Right there, Commissioner.
22
    BY MR, WEGNER:
2.3
         It's in the center of the page, Commissioner. Again,
24
          it's hard to find. But on page 11 under grand prize,
25
          do you see that, Commissioner?
```

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Page 62
                    THE WITNESS: To what form, what device?
 2
                    MR. MISHKIN: Actual Major League Baseball
 3
 4
                    MR. WEGNER: Exactly. Let me restate the
 5
          question.
     BY MR. WEGNER:
         Does Major League Baseball host competitions for fans
 8
           that awards payouts based upon actual Major League
 9
          Baseball games?
          Not that I'm aware of.
10
     Α.
11
          Does Major League Baseball host competitions for fans
12
          that award payouts based upon the outcome of a
13
          particular at bat?
14
          I'd have to know what form. This just is way too
15
          general and too vague. To what mechanism? Where?
16
          What? I don't know what you're talking about.
17
          Let's get more specific then, Commissioner.
18
     Α.
          Yeah.
19
          Does Major League Baseball endorse Fantasy Baseball?
     Q.
20
          We think we have through our internet company and
21
          others, I think we do, yes.
22
23
          Well, anything that will create interest in baseball
24
          is fine. They're welcome to do fantasy games are --
          that's not real life. So whatever they want to do
```

```
Page 64
     Α.
 2
          It says that there is a grand prize of $10,000.
     Q.
          Yeah, ves.
 4
     ο.
          Why did Major League Baseball sponsor this contest?
 5
          Well, I think given the fantasy leagues and all the
          things that go on in life and talk about creating
          opportunities to make more fans and create more fans,
          anything to do with baseball is helpful.
 9
                    Fantasy fortunately is a lot different
1.0
          than real life. And so I don't have a problem with
11
          picking players and doing things and competing. They
          do that in all sports, and they do that here. And as
12
13
          long as the word "fantasy," and I want to emphasize
14
          that, so that there is no -- there is no threat of
15
          gambling and its relationship to the games played on
16
          the field, not fantasy, on the field, it's a huge
17
          difference here. This is helpful to the sport.
18
          Why offer a monetary prize of $10,000?
19
          Well, you would have to talk to the people that run
20
          that for us. I don't think that's a great problem.
21
          It doesn't affect the outcome of a game played on the
          field. Let's be as clear as we can be. We can sit
23
          here and talk about Fantasy Baseball or Fantasy
24
          Basketball or football all day long. I think it
25
          helps. I think it helps create more interest in the
```

Page 65 sport. And as long as it's fantasy and it doesn't in 2 any way, shape, form or manner impact the game played 3 on the field, I don't have a problem with it. But Fantasy Baseball is driven by the actual 4 5 performance of the athletes on the field, correct? MR. MISHKIN: Object to the form of the question. 8 BY MR. WEGNER: Q. You can answer that, Commissioner. 10 Well, that has nothing to do with the performance on 1.1 the field. It doesn't have anything to do with that. 12 Basically you're in a fantasy league, but it's 13 fantasy. That's exactly what it is. It's fantasy. 14 What is your understanding of Fantasy Baseball, 15 Commissioner? 16 Well, my understanding of Fantasy Baseball is people Α. 17 pick teams, they compete against each other. I know 18 what they do. In fact, our fans will often talk to 19 me about it. But the fact that their performance on 20 the field, it isn't helpful to the player, it isn't 21 helpful to any team, it isn't helpful to anything but 22 to this right here. But it doesn't in any way impact 23 the game being played on the field. 24 Q. But Fantasy Baseball --25 Α. Like gambling does,

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1
                    MR. MISHKIN: Again, object to the form of
 2
          the question. If you understand what's being
 3
          asked --
 4
                    THE WITNESS: No, I really don't
 5
          understand it. Look, I've said to you before and
          I'll say it again, Fantasy Baseball is exactly that.
          If Fantasy Baseball plays a role in helping,
          especially our younger fans, enjoy the game and pick
 9
          out their favorites and see how they do against
1.0
          somebody, fine. It doesn't impact the game. It
          doesn't impact the game that we play on the field.
12
          It doesn't have -- it helps us as opposed to
13
          gambling which can only harm us and only create
14
15
    BY MR. WEGNER:
16
          And that, Commissioner, is because you believe that
17
          having a financial stake in the outcome of a game is
18
          harmful to the game?
19
          Well --
20
                    MR. MISHKIN: Object to the form of that
21
          question. You can answer it. Can you read it back,
22
          please?
23
                    (Record read.)
                    THE WITNESS: You're asking me if having a
24
          financial -- on gambling on a game is harmful to the
25
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Page 66
 1
          But Fantasy Baseball, success or failure of a Fantasy
     ٥.
          Baseball player depends upon the actual performance
 3
          of players.
          Absolutely not -- yeah, but it has no relationship to
          a game being played on the field, none, zero.
 6
     ο.
          Other than the statistics that the players on the
 7
          field are generating, correct?
         Doesn't impact the game played on the field. When
 9
          the Mets played the Cubs, the Mets played the Cubs,
10
          the game is over. It doesn't affect anything.
11
          Does MLB have any concern that Fantasy Baseball
12
          players will want their teams to perform in
13
          accordance with their predictions in Fantasy Baseball
14
          as opposed to just fan loyalty?
15
                    MR. MISHKIN: Object to the form of the
16
          question. Could you read it back? I'd like it read
17
          back.
18
                    MR. WEGNER: Let me rephrase it. It's
19
          easier.
20
    BY MR. WEGNER:
21
         Is there any concern in Major League Baseball that
22
          Fantasy Baseball players are more concerned with the
23
          way that the team or team players perform in their
24
          fantasy league than their actual performance on the
2.5
          field?
```

```
Page 68
          game? I don't know, go ask Shoeless Joe Jackson I
          guess if you can find him. Of course it's harmful.
     BY MR. WEGNER:
 4
          And isn't it correct that Fantasy Baseball players
 5
          have a financial interest in the outcome of the
          performance of players in their fantasy league?
          No. it is not true.
     Α.
          Why not, sir?
 9
          It doesn't impact the game that we play on the field.
10
          It might impact the game between you and Mr. Mishkin.
11
          That's not -- that doesn't -- this is all fantasy.
12
          This is all -- we're not dealing in fantasy when the
13
          Yankees played the Red Sox. There is a huge
14
          difference. No, I -- the whole fantasy concept is
15
          just, it's irrelevant and not related to the real
16
          world.
17
          Commissioner, I'm trying --
18
          Not related to the real world.
19
          Well, Commissioner, I'm trying to actually ask you
20
          questions about where it is related to the real
21
          world, and that has to do with fans' perception of
22
          the game. You talked earlier today about fans'
23
          motivation.
24
          Right.
25
          Fan lovalty. Is it your view that Fantasy Baseball
```

Page 69 1 does not present a situation where a fan would have 2 divided loyalties for its team or for the particular outcome of its fantasy team? 4 No, it does not. No. Α. 5 ο. Why not? There is no relationship how his fantasy team is doing as opposed to the Milwaukee Brewers or the 8 Pittsburgh Pirates. None. In fact, it's so farfetched, with all due respect, I'm not sure you're 9 10 serious. There is no relation. 11 Well, let me see if I can give you an example where 12 13 Yeah. 14 Let's say that you have -- I'm on a fantasy league, 15 and I have a certain pitcher. 16 Α. Um-hum. 17 Q. And I want that pitcher to throw a certain number of 18 strikes in the game, okay. And so I have an interest 19 in that pitcher, let's say it's a Dodger pitcher. 20 21 But I'm a Giants fan. ο. 22 Α. Yeah. 23 So at a game is it not correct that I have an 24 interest in my Dodger pitcher throwing a certain 25 number of strikes even if that harms my team which is

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```
pitcher, will throw in my fantasy league. Are we
 2
          clear so far?
     Α.
          Yeah.
          And yet I am a Giants fan. At a game where the
          Dodgers are playing the Giants, is it not correct
          that I, as a fan, have two different motivations on
          the field at that time. One, I want my pitcher, my
          fantasy pitcher, to throw more strikes; and the
 9
          second is I want my Giants to win.
1.0
                    MR. MISHKIN: Object to the form of the
11
          question.
12
                    THE WITNESS: It has nothing to do with
13
          Clayton Kershaw's pitching in a game against the
14
          Reds, the Giants or anybody else. It's a fantasy
15
          game that is unrelated, has no relationship to Major
16
          League Baseball, has no relationship to anything.
17
          All it does, the only potential is it increases
18
          interest amongst some of our fans.
19
     BY MR. WEGNER:
20
          Commissioner, you're answering the guestion in terms
21
          of the players' perspective. I'm asking you about
22
          the fans' perspective.
23
          I think I'm answering the game in the real world.
24
          Fan -- the fans are enjoying themselves in a fantasy
25
          league, and they're also enjoying themselves -- maybe
```

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Page 70
         And what does that have to do with the real world
 3
          when Clayton Kershaw pitches against the Giants in a
 4
          game at Dodgers stadium?
 5
          I'm only trying to talk about fans' lovalty and
     Q.
          perceptions.
 6
                    MR. MISHKIN: I think at this point, Mr.
 8
          Wegner, you're arguing with the witness. If you
 9
          wish to put a question to him that is not a
10
          repetition of an earlier question, that's fine. But
11
          simply arguing with him as we can do with the Court,
12
          but I don't think that's proper with the witness.
13
          And I think that's what you're doing.
14
                    MR. WEGNER: No, actually, I was trying to
15
          refine the question because I didn't get an answer
16
          to the question. So let me try again.
17
                    MR. MISHKIN: No, no, you got an answer to
18
          the question. And the answer, apparently you'd like
19
          another one. And so you're asking the question
20
21
                   MR. WEGNER: So I'll ask the question
22
          again, and it's this.
24
         Take my hypothetical, Commissioner, where I have an
25
          interest in the strikes that my pitcher, Dodger
```

```
Page 72
          create more interest in baseball, and they go to more
          games. That's all there is here.
          Even if the fan loses money on its fantasy league?
 4
                    MR. MISHKIN: Objection.
 5
                    MR. WEGNER: That's a question.
                    MR. MISHKIN: With no foundation about
          losing money.
 8
     BY MR. WEGNER:
 9
          Commissioner, are you aware that in Fantasy Baseball
10
          people frequently bet money in the fantasy leagues?
11
                    MR. MISHKIN: Objection.
12
                    MR. WEGNER: I'm asking +-
13
                    MR. MISHKIN: No foundation.
14
                    MR. WEGNER: I'm asking the foundation. I
15
          want to know if he's aware of that
16
                    MR. MISHKIN: Well, but aware of something
17
          that doesn't exist perhaps.
18
                    MR, WEGNER: Well, let me --
19
                    MR. MISHKIN: Ask him the question.
20
          Don't -- you have a premise in there.
21
                    MR. WEGNER: The question is a
22
          foundational question. There is no premise.
23
    BY MR. WEGNER:
24
          Let me ask it again. Are you aware that in Fantasy
25
          Baseball leagues that participants in that league put
```

```
Page 73
          money into a pool that is in effect a bet on the
 2
          outcome of the fantasy league?
 3
          Has nothing to do with the real world.
 4
          Sir, are you aware of that?
 5
          I am not sure I am or I'm not. I don't know. I
          don't play Fantasy Baseball. I have enough to keep
          my job, keeps me busy playing real baseball in the
 8
 9
          And yet Major League Baseball runs a Fantasy Baseball
10
          website?
1.7
          Okay. I think it creates interest. I said that
12
          before. I've answered it.
13
                    MR. MISHKIN: Objection.
14
                    THE WITNESS: I've answered it already.
15
     BY MR. WEGNER:
16
         Commissioner, if, just take this as a hypothetical,
17
         if in fact money changes hands in the fantasy league
18
          as a result of the performance of the players, does
19
          that create a split loyalty between fantasy league
20
          players and actual fans of the actual MLB games?
21
                   MR. MISHKIN: Objection, lacks a
22
          foundation
    BY MR. WEGNER:
23
24
    0.
         You can answer, Commissioner.
25
                   MR. MISHKIN: You can answer it if you
```

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Page 75
 1
          talk about that then.
                    MR. MISHKIN: Sure.
 2
 3
                    THE VIDEO OPERATOR: The time is 1:32.
 4
          We're going off the record.
 5
                    (Discussion off the record.)
                    THE VIDEO OPERATOR: The time is 1:58. We
          are now back on the record. This is the beginning
          of disk No. 2.
     BY MR. WEGNER:
1.0
          Commissioner, I'd like to talk a little bit about the
11
          policies and practices of Major League Baseball
12
          concerning sports gambling. Let's start with this,
1.3
          the best interest of baseball power that you have.
14
          What is the best interests of baseball power?
15
          Well, the best interest of baseball power gives me
     Α.
16
          the authority to protect the best interests of the
17
          sport in every way, and that certainly includes
18
          gambling and all the things that we've already
19
          discussed today. It's a broad power that fortunately
20
          during my time they have enlarged it to some degree
21
          to include some economic matters.
22
                    But overall, I look at the best interest
23
          clause as simply in every way to do what's in the
24
          best interest of baseball and to protect its
25
          integrity at every level.
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Are there any particular boundaries to that power,

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Page 76

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Page 74
 1
          understand it.
                    THE WITNESS: I'm not sure I understand
 2
          it. No. All it does, I've said it before, let me
 3
 4
          say it to you again, fantasy league creates more
          interest. That's its only relationship to the real
 6
          world.
     BY MR. WEGNER:
         Did Major League Baseball conduct any studies
 q
          regarding the impact that the prize and its fantasy
10
          league contest would have on match fixing?
11
          On what?
     Α.
12
          On match fixing, game fixing.
13
                   MR. MISHKIN: Object to the form of the
14
          question and also it lacks a foundation.
                    THE WITNESS: I think I already testified
15
16
          to that. No, and I think we've -- the history of
17
          this sport and other sports will tell you that we
          know how deadly that could be. And that's why we
19
          have the policy against gambling that we do.
20
                    MR. MISHKIN: Mr. Wegner, because we've
21
          sort of pushed lunch now, about a half hour, if you
22
          are close to concluding, then perhaps we should
23
          press on. If you're not, then maybe we should break
24
          for lunch.
                   MR. WEGNER: Let's go off the record and
25
```

```
2
          Commissioner?
 3
          Well, I mean of course, you know, we have to do it
 4
          within the constraints of the law. But it's pretty
          broad, pretty all-encompassing. And the clubs have
          been wonderful about it. I say with me in the
          last -- they have always been wonderful. But in the
          last 20 years, in times when we have things to do in
          the best interests, we do them.
10
          Commissioner, has the best interests of baseball
1.1
          power ever been used to punish an athlete or umpire
12
          or staff member for betting on baseball?
          Bart Giamatti, Pete Rose. And I suppose if you go
13
14
          back, Happy Chandler, the Leo Derosier thing. I know
15
          We talked about that today but the fact that he was.
16
          quote and unquote, I think the term was used
17
          consorting with gamblers, and so Happy Chandler
18
          suspended him for a year which was, at the time, I
19
          remember was quite the story. And then, of course,
          the Kenesaw Mountain Landis and what he did with the
21
          Black Sox.
22
          And, Commissioner, was that -- were those sanctions
23
          imposed under the best interests of baseball power?
24
          Yes. I mean that's the way I would use it. I think
25
          they were. I think that that's -- yes. The answer
```

Page 77 is ves. 2 Ο. Commissioner, is the best interests of baseball power 3 something that you used to initiate investigations into specific anti-gambling affairs? 5 Α. 6 How does that work, sir? Well, it works when I -- if the Department of 8 Investigation or any of our people, Mr. Ostertag or 9 anybody, comes and says did you know that, and we're 10 investigating, first thing you would think of, of 11 course, is we must protect the integrity, that's the 12 best interest clause and go do what you have to do. 13 Let's talk just specifically though about sports 14 gambling and the best interest provision. If it's 15 fair to say typically, how typically would a sports 16 gambling incident or potential incident be brought to 17 your attention under the best interest provision? Well, it would be brought to my attention, it could 18 19 be in a number of ways. There are so many ways, I 20 don't know that I could sit here today and tell you. 21 If one of our people would hear something or 22 something that would -- club people, could be any --23 newspaper people, anything, say did you hear that. 24 And I would immediately begin to investigate it under 25 the best interest clause.

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1 (b), Rule 21. And Commissioner, while you're reading 2 it, it may be helpful, I'm going to ask you the same question about that provision and following 4 provisions. 5 (Witness peruses document.) Α. Yeah. ο. On how many occasions --None. None that I recollect today. g Just for the record, let me -- I'll finish the 10 question so that we've got a clear record if that's 11 okay, Commissioner. 12 On how many occasions, if any, has Major 13 League Baseball stripped eligibility under this rule? 14 Nobody that I've done it. I don't know before. 15 before me, but nobody. 16 Okay. Thank you, Commissioner. Can you read Section 17 (c), the next section down. 18 19 (Witness peruses document.) 20 Okay. I've read it so many times that I feel like I 21 can -- yes, sir. 22 Same question, Commissioner, and that's on how many 23 occasions, if any, has Major League Baseball stripped 24 eligibility under this rule? 25 I have to go back and check. There is one case that

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Page 78
         Commissioner, can you recall there ever being a time
           when bookmakers in Las Vegas brought to your
 3
          attention the possibility that there was game fixing?
 4
 5
          Commissioner, let's take a look at what's been
          previously marked as Major League Baseball Exhibit 10
          which is, I'm sure you're very familiar with, Rule
          21.
          Right.
 9
     Α.
10
          Looking at Exhibit 10, Commissioner, there is Section
11
          (a). And rather than my read it to you, I'm going to
12
          ask you to read it. I'm sure you have many times,
13
          but could you, for purposes of your deposition, read
14
          it one more time to yourself.
15
16
                    (Witness peruses document.)
17
     ο.
          So we're looking at Exhibit 10, Section (a).
18
          Yes, sir.
     Α.
19
     Ο.
          Commissioner, on how many occasions, if any, has the
20
          MLB permanently stripped eligibility under this rule?
21
          Back -- before -- since Pete Rose, is that what
22
          you're asking me? Nobody.
          Okay. Let's take a look at Section (b).
24
     Α.
25
          Yes, sir, of previously marked Exhibit 10, Section
```

```
Page 80
          comes to mind about 10 or 12 years ago, but I don't
 2
          remember exactly what happened. So --
 3
          Did it involve -- do you recall did it involve an
          umpire?
 5
          Umpire, yes, it did.
     Α.
          But you can't remember anything more about that as we
          sit here?
 8
          I would have to come back and recollect.
 9
          Do you recall if the -- if the umpire was stripped of
10
          his ability to play --
11
          Let me -- I'd have to check the whole incident.
12
          Okay.
1.3
                    MR. WEGNER: Jeff, would you just mark a
14
          place in the deposition if he has an answer to that
15
          after this?
16
                    MR. MISHKIN: We will take that request
17
          under advisement.
18
     BY MR WEGNER
19
          How about same exhibit, Commissioner, Section (d)(1).
20
                    (Witness peruses document.)
21
22
          And take a look at (d)(2).
23
          None.
24
          (d)(3)?
25
    Α.
          None.
```

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And when you say "none," that means there has been no 2 occasions where Major League Baseball has stripped eligibility under this rule? 4 Right, that's correct. 5 Let's take a look at -- that's it on that exhibit, Commissioner. Let's take a look at previously marked Exhibit 11. 8 (Witness peruses document.) 9 10 Commissioner, according to this memorandum which is 11 Exhibit 11, section (d) of Rule 21 which you just 12 went over, it was amended in 2012; is that correct? 13 A. That's correct. 14 And the name of the rule change from betting on ball 15 games to gambling; is that correct? 16 Α. That's correct. 17 Q. Do you know why Major League Baseball renamed that 18 subsection? 19 A. You know, I can't remember. I know, I felt it was 20 appropriate, and John McHale who handles these 21 matters for me, and I discussed it, and we just moved 22 ahead. I don't remember the specific reason now. 23 Commissioner, if you look at page 2 of that document 24 which is Bates number 2220 item No. 5. 25 Α.

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in Las Vegas, I would have that player in my office 2 tomorrow, and I would be very concerned. Is it your read of this rule though, Commissioner, that the rule permits Major League Baseball --No, no, I believe it's not in the best interest of the sport. So you would use best interest powers to prevent 9 Α. I would, yes, sir. 10 But not necessarily this rule? I -- it doesn't matter what I use, but it would cover 12 it. I could use the best interest clause, it would 13 14 Q. What about other forms of gambling, Commissioner? 15 Does Major League Baseball make any distinction 16 between sports gambling and other types of gambling? 17 Like on what? I don't -- I'm not sure I --18 ο. Casino gambling, for instance on roulette, cards? 19 Well, I don't know. We don't -- you know, the only 20 thing I can tell you is the gambling I'm most 21 concerned with is the gambling on our sport. If 22 somebody goes in or goes to Las Vegas with his wife 23 and plays blackjack or something, it's something 24 they're entitled to do if they want. 25 Commissioner, under this same rule which was amended, VERITEXT REPORTING COMPANY 212-267-6868 516-608-2400 www.veritext.com

Page 82 That prohibits gambling with bookmakers. And -- I'm sorry, you have a chance to read it. (Witness peruses document.) 4 5 Why did Major League Baseball single out illegal Q. 6 bookmakers? A. I don't remember. But just again, and it says it in here, too, part of our overall program to protect our 9 integrity. And we try to be as vigilant, as I said a 10 couple hours ago now, as we can be. And so I think 11 John McHale was just -- and our other people were 12 just bringing the thing up to date, that's all. 13 Q. What about legal bookmakers in Las Vegas or overseas? 14 Α. Legal? 15 16 Α, In what form? 17 Q. Well, can Major League Baseball players legally 18 gamble in other sports in Las Vegas? 19 A. I would have to look at that under the best interest 20 21 But under this rule, on the amendment, can Major ٥. 22 League Baseball players legally gamble on other 23 sports other than baseball in Las Vegas? A. I would answer it the same way. If I was confronted 24 25 today with an ex-player is gambling on another sport

```
Page 84
          has Major League Baseball suspended anyone pursuant
 2
          to subsection (d)(3) of that rule? Do you need to
          look at it again, Commissioner?
 4
          Maybe I better, but I think the answer -- well, let
 5
          me look at it.
                    (Witness peruses document.)
     Α.
          No.
          No. sir.
10
          Let's take a look at previously marked Major League
11
          Baseball Exhibit 12 which is the Major League
12
          Constitution, Commissioner.
13
    Α.
          Um-hum. Thank you, Jeff.
14
                    (Witness peruses document.)
15
    Α.
         Yes, sir
16
          If you look specifically, Commissioner, at what's
17
          Bates numbered page 2228, section (4)(d).
1.8
                    MR. MISHKIN: Page No. 12.
19
                    THE WITNESS: 12.
20
    BY MR. WEGNER:
21
          Page No. 12.
23
         Where (4)(d) says: The rights, privileges and other
24
          property rights of a Major League Club may be
25
          terminated involuntarily if the Club in question
```

Page 85 shall --1 Α. Yes, sir. 3 -- offer, agree, conspire or attempt to lose any game 4 participated in by the Club; or fail to suspend 5 immediately any player, employee or officer who shall be proved guilty of offering, agreeing, conspiring or attempting to lose any such game or of being interested in any pool or wager on any game in which 9 a Club participates. 10 Has Major League Baseball ever invoked this 11 section of the constitution to discipline --12 Not to my knowledge. Certainly not in my term. 13 Commissioner, does Major League Baseball allow clubs 1.4 to engage in scratch-it lotteries? 15 To engage in what? 16 You know, there is lotteries, Commissioner, where you 17 scratch off, you buy a ticket and then you scratch 18 off part of it. If certain numbers are on the 19 ticket, you win? 20 Α. I'm not sure. 21 Commissioner, are you aware that the Red Sox have a 22 deal with Massachusetts, and the Nationals have a 23 deal with District of Columbia, Virginia lotteries 24 for scratch-its? 25 Α. Yeah, I've seen their advertising, yes.

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Page 87 ACKNOWLEDGMENT OF DEPONENT 2 I, ALLAN H. SELIG, do hereby certify that I have read the foregoing transcript of my testimony, and further certify that it is a true and accurate record of my testimony (with the exception of the corrections listed below): Page Correction 10 11 12 13 15 16 17 18 19 20 21 ALLAN H. SELIG 22 SUBSCRIBED AND SWORN TO BEFORE ME 23 DAY OF 24 25 (NOTARY PUBLIC) MY COMMISSION EXPIRES:

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```
ο.
          Was that conduct previously prohibited?
          Well, of course, those things have changed a lot over
          the years, so I'm not sure previously prohibited.
 4
          But we look at each one. And if we don't feel it
 5
          infringes upon the very thing we're trying to
 6
          protect, we let them do it. And no team can do it
          without our approval, and we're very tough on
 9
         So when the Red Sox deal with Massachusetts and the
10
          Nationals deal with DC and Virginia lotteries, you're
11
          okav with that?
12
          We've approved them, yes, sir.
13
                    MR. WEGNER: No further questions.
                    THE WITNESS: Thank you.
14
15
                    MR. MISHKIN: Thank you. I have no
16
          questions.
17
                   THE WITNESS: That's a good thing.
18
                    THE VIDEO OPERATOR: It's 2:13, we're
19
          going off the record.
2.0
                    (At 2:13 p.m., the deposition concluded.)
21
22
23
25
```

```
Page 88
                        CERTIFICATE
     STATE OF WISCONSIN
                            SS
     MILWAUKEE COUNTY
 4
                 I, VICKY L. ST. GEORGE, Registered Merit
 5
     Reporter and Notary Public in and for the State of
     Wisconsin, do hereby certify that the preceding deposition
     was recorded by me and reduced to writing under my
 8
     nersonal direction
 9
                 I further certify that said deposition was
10
     taken at MAJOR LEAGUE BASEBALL HEADQUARTERS, 777 East
11
     Wisconsin Avenue, Suite 3060, Milwaukee, Wisconsin on
12
     November 8, 2012, commencing at 11:30 a.m. and concluding
13
14
                 I further certify that I am not a relative or
15
     employee or attorney or counsel of any of the parties, or
     a relative or employee of such attorney or counsel, or
17
     financially interested directly or indirectly in this
18
19
                 In witness whereof, I have hereunto set my hand
20
     and affixed my seal of office at Milwaukee. Wisconsin
21
     this 12th day of November, 2012.
22
23
                                 VICKY L. ST. GEORGE
Notary Public in and for the
State of Wisconsin
Commission Expires 3/17/2013
24
25
```